



Moab Salt, Inc.

P.O. Box 1208 Moab, Utah 84532

M/012/005

Salt and Potash Production
(801) 259-7171

August 17, 1989

RECEIVED
AUG 21 1989

DIVISION OF
OIL, GAS & MINING

Mr. Holland Shepard
State of Utah
Department of Natural Resources
Division of Oil, Gas and Mining
355 West North Temple
3 Triad Center, Suite 350
Salt Lake City, Utah 84180-1203

Dear Mr. Shepard:

As part of the tentative approval granted by the State of Utah for Moab Salt, Inc.'s Mining and Reclamation Plan, several stipulations were made. In the Division's letter dated July 11, 1989, Stipulation No. 1 referred to a subsidence evaluation which must be submitted by the operator. Please find enclosed an engineering report made by Schnabel Engineering Associates regarding potential surface subsidence at the Cane Creek Mine. We hope this submittal fulfills that requirement.

pending
9-12-89

Stipulation No. 2 refers to the signature page of Moab Salt's MRP. An executed signature page will be submitted to the Division prior to the Board Meeting.

In reference to Stipulations 3 and 4, Moab Salt, Inc. has recently met with the BWPC and submitted a proposed conceptual plan. BWPC personnel are currently reviewing the submittal. We will keep the Division informed as to the progress that is made. When the conceptual plan is finalized, the company will then update the Division.

pending
9-12-89

Moab Salt has submitted the information requested in Stipulation No. 5. That information was part of our discussion on August 8 regarding self-bonding.

pending
9-12-89

Please find enclosed a text reference regarding the reclamation of the brine lake (tailings) dam. There is a specific line item for reclamation of this structure in the reclamation budget. This should fulfill Stipulation No. 6 in the Division's July 11, 1989 letter.

Mr. Holland Shepard
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We will assume that all stipulations have been met with the exception of those that are currently being addressed with the BWPC. If any further clarification is required, please do not hesitate in contacting me.

Sincerely,

A handwritten signature in cursive script, appearing to read "C. Alan Tapp".

C. Alan Tapp
Technical Services Manager

CAT/mp
Enclosures

cc: Mr. E. K. York
Mr. O. W. Gushee, Jr.